MAGELLAN

STATEMENT OF FINANCIAL POSITION

AS OF: December 31, 2008

ASSETS

133E	10	
	CURRENT ASSETS	
101	Cash (Disclose on Schedule A)	\$43,928,012
102	Current Investments	\$48,367,854
103	Accounts Receivable (net) (Disclose on Schedule A)	\$10,801,952
	Notes Receivable (current portion)	
	Prepaid Expenses	2,676,490
	Other Current Assets (Disclose on Schedule A)	\$4,666,550
	Total Current Assets	\$110,440,858
107	Total Guiterit Assets	ψ110,440,030
	NON CURRENT ACCETS	
400	NON-CURRENT ASSETS	
	Land	-
	Building	
	Leasehold Improvements	3,112,949
	Furniture and Equipment	7,047,895
112	Vehicles	
	Total Property and Equipment	\$10,160,844
114	Less: Accumulated Depreciation	7,166,901
115	Net Property and Equipment	\$2,993,943
	Notes Receivable (net of current portion)	_
117	Performance Bond (Disclose on Schedule A)	_
	Long Term Investments	6,532,366
	Deposits	-,,
	Other Noncurrent Assets (Disclose on Schedule A)	\$2,505,906
	Total Noncurrent Assets	\$12,032,215
121	Total Nonculient Assets	Ψ12,032,213
122	TOTAL ASSETS	\$122 A72 072
122	TOTAL ASSETS	\$122,473,073
IABI	LITIES AND NET ASSETS/EQUITY	
.IABI		
	CURRENT LIABILITIES	\$13,468,998
201	<u>CURRENT LIABILITIES</u> Incurred But Not Reported Claims (Disclose on Sch. A)	\$13,468,998 2,382,008
201 202	CURRENT LIABILITIES Incurred But Not Reported Claims (Disclose on Sch. A) Reported But Unpaid Claims	2,382,008
201 202 203	CURRENT LIABILITIES Incurred But Not Reported Claims (Disclose on Sch. A) Reported But Unpaid Claims Payable to ADHS (Disclose on Schedule A)	2,382,008 \$22,957,989
201 202 203 204	CURRENT LIABILITIES Incurred But Not Reported Claims (Disclose on Sch. A) Reported But Unpaid Claims Payable to ADHS (Disclose on Schedule A) Other Amounts Payable to Providers	2,382,008 \$22,957,989 6,039,297
201 202 203 204 205	CURRENT LIABILITIES Incurred But Not Reported Claims (Disclose on Sch. A) Reported But Unpaid Claims Payable to ADHS (Disclose on Schedule A) Other Amounts Payable to Providers Trade Accounts Payable	2,382,008 \$22,957,989
201 202 203 204 205 206	CURRENT LIABILITIES Incurred But Not Reported Claims (Disclose on Sch. A) Reported But Unpaid Claims Payable to ADHS (Disclose on Schedule A) Other Amounts Payable to Providers Trade Accounts Payable Accrued Salaries and Benefits	2,382,008 \$22,957,989 6,039,297 1,536,110
201 202 203 204 205 206 207	CURRENT LIABILITIES Incurred But Not Reported Claims (Disclose on Sch. A) Reported But Unpaid Claims Payable to ADHS (Disclose on Schedule A) Other Amounts Payable to Providers Trade Accounts Payable Accrued Salaries and Benefits Long-term Debt (current portion)	2,382,008 \$22,957,989 6,039,297 1,536,110 - 8,016
201 202 203 204 205 206 207 208	CURRENT LIABILITIES Incurred But Not Reported Claims (Disclose on Sch. A) Reported But Unpaid Claims Payable to ADHS (Disclose on Schedule A) Other Amounts Payable to Providers Trade Accounts Payable Accrued Salaries and Benefits Long-term Debt (current portion) Deferred Revenue (Disclose on Schedule A)	2,382,008 \$22,957,989 6,039,297 1,536,110
201 202 203 204 205 206 207 208 209	CURRENT LIABILITIES Incurred But Not Reported Claims (Disclose on Sch. A) Reported But Unpaid Claims Payable to ADHS (Disclose on Schedule A) Other Amounts Payable to Providers Trade Accounts Payable Accrued Salaries and Benefits Long-term Debt (current portion) Deferred Revenue (Disclose on Schedule A) Risk Pool Payable	2,382,008 \$22,957,989 6,039,297 1,536,110 - 8,016 \$0
201 202 203 204 205 206 207 208 209 210	CURRENT LIABILITIES Incurred But Not Reported Claims (Disclose on Sch. A) Reported But Unpaid Claims Payable to ADHS (Disclose on Schedule A) Other Amounts Payable to Providers Trade Accounts Payable Accrued Salaries and Benefits Long-term Debt (current portion) Deferred Revenue (Disclose on Schedule A) Risk Pool Payable Other Current Liabilities (Disclose on Schedule A)	2,382,008 \$22,957,989 6,039,297 1,536,110 - 8,016 \$0 - \$16,661,728
201 202 203 204 205 206 207 208 209 210	CURRENT LIABILITIES Incurred But Not Reported Claims (Disclose on Sch. A) Reported But Unpaid Claims Payable to ADHS (Disclose on Schedule A) Other Amounts Payable to Providers Trade Accounts Payable Accrued Salaries and Benefits Long-term Debt (current portion) Deferred Revenue (Disclose on Schedule A) Risk Pool Payable	2,382,008 \$22,957,989 6,039,297 1,536,110 - 8,016 \$0
201 202 203 204 205 206 207 208 209 210	CURRENT LIABILITIES Incurred But Not Reported Claims (Disclose on Sch. A) Reported But Unpaid Claims Payable to ADHS (Disclose on Schedule A) Other Amounts Payable to Providers Trade Accounts Payable Accrued Salaries and Benefits Long-term Debt (current portion) Deferred Revenue (Disclose on Schedule A) Risk Pool Payable Other Current Liabilities (Disclose on Schedule A) Total Current Liabilities	2,382,008 \$22,957,989 6,039,297 1,536,110 - 8,016 \$0 - \$16,661,728
201 202 203 204 205 206 207 208 209 210 211	CURRENT LIABILITIES Incurred But Not Reported Claims (Disclose on Sch. A) Reported But Unpaid Claims Payable to ADHS (Disclose on Schedule A) Other Amounts Payable to Providers Trade Accounts Payable Accrued Salaries and Benefits Long-term Debt (current portion) Deferred Revenue (Disclose on Schedule A) Risk Pool Payable Other Current Liabilities (Disclose on Schedule A) Total Current Liabilities	2,382,008 \$22,957,989 6,039,297 1,536,110 - 8,016 \$0 - \$16,661,728
201 202 203 204 205 206 207 208 209 210 211	CURRENT LIABILITIES Incurred But Not Reported Claims (Disclose on Sch. A) Reported But Unpaid Claims Payable to ADHS (Disclose on Schedule A) Other Amounts Payable to Providers Trade Accounts Payable Accrued Salaries and Benefits Long-term Debt (current portion) Deferred Revenue (Disclose on Schedule A) Risk Pool Payable Other Current Liabilities (Disclose on Schedule A) Total Current Liabilities NON-CURRENT LIABILITIES Long-term debt (net of current portion)	2,382,008 \$22,957,989 6,039,297 1,536,110 - 8,016 \$0 - \$16,661,728
201 202 203 204 205 206 207 208 209 210 211	CURRENT LIABILITIES Incurred But Not Reported Claims (Disclose on Sch. A) Reported But Unpaid Claims Payable to ADHS (Disclose on Schedule A) Other Amounts Payable to Providers Trade Accounts Payable Accrued Salaries and Benefits Long-term Debt (current portion) Deferred Revenue (Disclose on Schedule A) Risk Pool Payable Other Current Liabilities (Disclose on Schedule A) Total Current Liabilities	2,382,008 \$22,957,989 6,039,297 1,536,110 - 8,016 \$0 - \$16,661,728 \$63,054,146
201 202 203 204 205 206 207 208 209 210 211	CURRENT LIABILITIES Incurred But Not Reported Claims (Disclose on Sch. A) Reported But Unpaid Claims Payable to ADHS (Disclose on Schedule A) Other Amounts Payable to Providers Trade Accounts Payable Accrued Salaries and Benefits Long-term Debt (current portion) Deferred Revenue (Disclose on Schedule A) Risk Pool Payable Other Current Liabilities (Disclose on Schedule A) Total Current Liabilities NON-CURRENT LIABILITIES Long-term debt (net of current portion)	2,382,008 \$22,957,989 6,039,297 1,536,110 - 8,016 \$0 - \$16,661,728 \$63,054,146
201 202 203 204 205 206 207 208 209 210 211	CURRENT LIABILITIES Incurred But Not Reported Claims (Disclose on Sch. A) Reported But Unpaid Claims Payable to ADHS (Disclose on Schedule A) Other Amounts Payable to Providers Trade Accounts Payable Accrued Salaries and Benefits Long-term Debt (current portion) Deferred Revenue (Disclose on Schedule A) Risk Pool Payable Other Current Liabilities (Disclose on Schedule A) Total Current Liabilities NON-CURRENT LIABILITIES Long-term debt (net of current portion) Loss Contingencies (Disclosed on Schedule A)	2,382,008 \$22,957,989 6,039,297 1,536,110 - 8,016 \$0 - \$16,661,728 \$63,054,146
201 202 203 204 205 206 207 208 209 210 211	CURRENT LIABILITIES Incurred But Not Reported Claims (Disclose on Sch. A) Reported But Unpaid Claims Payable to ADHS (Disclose on Schedule A) Other Amounts Payable to Providers Trade Accounts Payable Accrued Salaries and Benefits Long-term Debt (current portion) Deferred Revenue (Disclose on Schedule A) Risk Pool Payable Other Current Liabilities (Disclose on Schedule A) Total Current Liabilities NON-CURRENT LIABILITIES Long-term debt (net of current portion) Loss Contingencies (Disclosed on Schedule A) Other Noncurrent Liabilities (Disclose on Schedule A)	2,382,008 \$22,957,989 6,039,297 1,536,110 - 8,016 \$0 - \$16,661,728 \$63,054,146 20,204 \$0 \$1,046,196
201 202 203 204 205 206 207 208 209 210 211 212 213 214 215	CURRENT LIABILITIES Incurred But Not Reported Claims (Disclose on Sch. A) Reported But Unpaid Claims Payable to ADHS (Disclose on Schedule A) Other Amounts Payable to Providers Trade Accounts Payable Accrued Salaries and Benefits Long-term Debt (current portion) Deferred Revenue (Disclose on Schedule A) Risk Pool Payable Other Current Liabilities (Disclose on Schedule A) Total Current Liabilities NON-CURRENT LIABILITIES Long-term debt (net of current portion) Loss Contingencies (Disclosed on Schedule A) Other Noncurrent Liabilities (Disclose on Schedule A)	2,382,008 \$22,957,989 6,039,297 1,536,110 - 8,016 \$0 - \$16,661,728 \$63,054,146 20,204 \$0 \$1,046,196 \$1,066,400
201 202 203 204 205 206 207 208 209 210 211 212 213 214 215	CURRENT LIABILITIES Incurred But Not Reported Claims (Disclose on Sch. A) Reported But Unpaid Claims Payable to ADHS (Disclose on Schedule A) Other Amounts Payable to Providers Trade Accounts Payable Accrued Salaries and Benefits Long-term Debt (current portion) Deferred Revenue (Disclose on Schedule A) Risk Pool Payable Other Current Liabilities (Disclose on Schedule A) Total Current Liabilities NON-CURRENT LIABILITIES Long-term debt (net of current portion) Loss Contingencies (Disclosed on Schedule A) Other Noncurrent Liabilities (Disclose on Schedule A) Total Noncurrent Liabilities	2,382,008 \$22,957,989 6,039,297 1,536,110 - 8,016 \$0 - \$16,661,728 \$63,054,146 20,204 \$0 \$1,046,196
201 202 203 204 205 206 207 208 209 210 211 212 213 214 215	CURRENT LIABILITIES Incurred But Not Reported Claims (Disclose on Sch. A) Reported But Unpaid Claims Payable to ADHS (Disclose on Schedule A) Other Amounts Payable to Providers Trade Accounts Payable Accrued Salaries and Benefits Long-term Debt (current portion) Deferred Revenue (Disclose on Schedule A) Risk Pool Payable Other Current Liabilities (Disclose on Schedule A) Total Current Liabilities NON-CURRENT LIABILITIES Long-term debt (net of current portion) Loss Contingencies (Disclosed on Schedule A) Other Noncurrent Liabilities TOTAL LIABILITIES NET ASSETS/EQUITY	2,382,008 \$22,957,989 6,039,297 1,536,110 - 8,016 \$0 - \$16,661,728 \$63,054,146 20,204 \$0 \$1,046,196 \$1,066,400
201 202 203 204 205 206 207 208 209 210 211 212 213 214 215	CURRENT LIABILITIES Incurred But Not Reported Claims (Disclose on Sch. A) Reported But Unpaid Claims Payable to ADHS (Disclose on Schedule A) Other Amounts Payable to Providers Trade Accounts Payable Accrued Salaries and Benefits Long-term Debt (current portion) Deferred Revenue (Disclose on Schedule A) Risk Pool Payable Other Current Liabilities (Disclose on Schedule A) Total Current Liabilities NON-CURRENT LIABILITIES Long-term debt (net of current portion) Loss Contingencies (Disclosed on Schedule A) Other Noncurrent Liabilities TOTAL LIABILITIES NET ASSETS/EQUITY Unrestricted Net Assets	2,382,008 \$22,957,989 6,039,297 1,536,110 - 8,016 \$0 - \$16,661,728 \$63,054,146 20,204 \$0 \$1,046,196 \$1,066,400 \$64,120,546 58,352,527
201 202 203 204 205 206 207 208 209 210 211 212 213 214 215	CURRENT LIABILITIES Incurred But Not Reported Claims (Disclose on Sch. A) Reported But Unpaid Claims Payable to ADHS (Disclose on Schedule A) Other Amounts Payable to Providers Trade Accounts Payable Accrued Salaries and Benefits Long-term Debt (current portion) Deferred Revenue (Disclose on Schedule A) Risk Pool Payable Other Current Liabilities (Disclose on Schedule A) Total Current Liabilities NON-CURRENT LIABILITIES Long-term debt (net of current portion) Loss Contingencies (Disclosed on Schedule A) Other Noncurrent Liabilities TOTAL LIABILITIES NET ASSETS/EQUITY	2,382,008 \$22,957,989 6,039,297 1,536,110 - 8,016 \$0 - \$16,661,728 \$63,054,146 20,204 \$0 \$1,046,196 \$1,066,400
201 202 203 204 205 206 207 208 209 210 211 212 213 214 215	CURRENT LIABILITIES Incurred But Not Reported Claims (Disclose on Sch. A) Reported But Unpaid Claims Payable to ADHS (Disclose on Schedule A) Other Amounts Payable to Providers Trade Accounts Payable Accrued Salaries and Benefits Long-term Debt (current portion) Deferred Revenue (Disclose on Schedule A) Risk Pool Payable Other Current Liabilities (Disclose on Schedule A) Total Current Liabilities NON-CURRENT LIABILITIES Long-term debt (net of current portion) Loss Contingencies (Disclosed on Schedule A) Other Noncurrent Liabilities TOTAL LIABILITIES NET ASSETS/EQUITY Unrestricted Net Assets	2,382,008 \$22,957,989 6,039,297 1,536,110 - 8,016 \$0 - \$16,661,728 \$63,054,146 20,204 \$0 \$1,046,196 \$1,066,400 \$64,120,546 58,352,527
201 202 203 204 205 206 207 208 209 210 211 212 213 214 215	CURRENT LIABILITIES Incurred But Not Reported Claims (Disclose on Sch. A) Reported But Unpaid Claims Payable to ADHS (Disclose on Schedule A) Other Amounts Payable to Providers Trade Accounts Payable Accrued Salaries and Benefits Long-term Debt (current portion) Deferred Revenue (Disclose on Schedule A) Risk Pool Payable Other Current Liabilities (Disclose on Schedule A) Total Current Liabilities NON-CURRENT LIABILITIES Long-term debt (net of current portion) Loss Contingencies (Disclosed on Schedule A) Other Noncurrent Liabilities TOTAL LIABILITIES NET ASSETS/EQUITY Unrestricted Net Assets	2,382,008 \$22,957,989 6,039,297 1,536,110 - 8,016 \$0 - \$16,661,728 \$63,054,146 20,204 \$0 \$1,046,196 \$1,066,400 \$64,120,546 58,352,527

MAGELLAN

MAGELLAN STATEMENT OF FINANCIAL POSIT AS OF:	ION	Davies 04 0000				
Schedule A Disclosures		December 31, 2008				
ASSETS:				LIABILITIES:		
<u>Cash</u>				IBNR Claims Estimate Current Year		13,085,287
	Unrestricted		42,881,816			
	Restricted		1,046,196	Prior Year(s)		383,711
Total Cash		- -	\$43,928,012	Total IBNR		\$13,468,998
Accounts Receivable ADHS				Payable to ADHS (Detail of Line		
Current Year	Program ID	Category ID		Program ID Current Year	Category ID	_
	NTXIX/XXI SMI NTXIX/XXI SMI	SMI Services/Tobacco Tax MHBG	2,258,341 86,366	TXIX Child	Profit/Risk Corridor	3,565,389
	TXIX SMI	DES/DD T19 Services - SMI	(630,195)	TXIX SMI	Profit/Risk Corridor	2,419,681
	NTXIX/XXI Child	Children's Treatment	2,590	TXIX DD Adult	Profit/Risk Corridor	2,456,829
	NTXIX/XXI Child TXIX Child	MHBG DES/DD T19 Services - Child	(82,160)	NTXIX/XXI Child TXIX Child	Profit/Risk Corridor	1,190,388
	Substance Abuse	Meth Initiative	23,184 41,458	TXIX Child	Withhold Withhold	1,524,738 2,513,455
	Substance Abuse	Substance Abuse TX Children	34,410	TXIX GMHSA	Withhold	873,373
	Substance Abuse	Substance Abuse Prevention TX	2,970,808	TXXI Child	Withhold	74,535
	Substance Abuse	SAPT Pregnant Women	494,905	HIFA II SMI	Withhold	9,533
	Substance Abuse Substance Abuse	SAPT 07 HIV/Aids Alcohol Meth Initiative SAPT	(157,874) (166,667)	HIFA II GMH Admin & Mgmt Gen	Withhold Sanctions	6,633 67,750
	Substance Abuse	Maricopa City IGA	62,850	Admir & Wgmt Con	Cariotions	01,700
	Substance Abuse	City of Phoenix - LARC 08	183,181			
	Prevention Intervention	Children's Prevention	(21,631)			
	Prevention Intervention	SA Prevention TX	1,055,770	Prior Year		
	PASRR Other	PASARR CER - ACRA Training	2,700 4,387	HIFA II SMI	Profit/Risk Corridor	351,136
	Other	Haris Institute	4,375	NTXIX/XXI Child	Profit/Risk Corridor	138,760
			1,010	TXIX Child	Withhold	2,294,867
				TXIX SMI	Withhold	124,449
				TXIX GMHSA	Withhold	3,720,678
Prior Year				TXXI Child	Withhold	30,298
				TXXI Adult	Withhold	1,323,342
				HIFA II GMH Admin & Mgmt Gen	Withhold Sanctions	19,775 252,381
Non-ADHS &/or Unrelated Business				Total Payable to ADHS		22,957,989
Current Year						
	Interest Receivable on Investm Tax Benefit Receivable	ents	805,479 \$2,031,251	<u>Deferred Revenue from: (Detail</u> <u>Program ID</u>	l of Line 208) Category ID	_
	Hope Housing Receivable		120,430	ADHS		
	ABC Housing Receivable MCRN Receivable		49,669 30,580	Current Year		
	Southwest Network - Post-Tran	nsition Clinic Expenses	30,580 18,008			
	CHOICES - Post-Transition Cli		20,915			-
	Provider Receivable - Tobacco		1,324,477			-
	T&E Advances		200			-
Prior Year				Prior Year		
	Identify Program	Identify Category		Identify Program	Identify Category	\$0
	Tax Benefit Receivable		150,544	Non ADUS Stor Unrelated S	ieinoee	
	ABC Housing Receivable Hope Housing Receivable		385 83,216	Non-ADHS &/or Unrelated Bu Current Year	asiness	
	spo saoing receivable		55,210	Identify Program	Identify Category	-
				Identify Program	Identify Category	-
				Prior Year Identify Program	Identify Category	
Allowance for Doubtful Accounts			_	identity Flogram	.somily Calegory	
Total Associate Provinces		-	40.004.0=0	Total Deferred Revenue		\$0
Total Accounts Receivable		=	10,801,952	Other Current Liabilities (Date)	of Line 210\	
Other Current Assets (Detail of Line 106)				Other Current Liabilities (Detail Accrued Bonuses	OI LINE Z IU)	10,000
	Start-up Costs for Maricopa Cli	inics	71,186	Sales & Use Tax		6,111
	Current Deferred Tax Asset		5,190,030	Consulting Expenses		310,114
	Current Valuation Allowance		(594,666)	LOC Interest Expens	e	2,707

			relepnone Expenses	66,133
			Self Insurance Retention	292,287
Total Other Current Assets		\$4,666,550	Unclaimed Property	32,256
			Sublease Security Deposits	158,693
			Maricopa Tail Ins Accrual	4,400,000
			PASARR Accrual	7,200
			CEDA Food Boxes	13,033
			Housing Expnese	302,505
I			CHOICES - Sale of 7 Clinics	302,400
			Arnold vs Sarn	273,836
Other Noncurrent Assets (Detail of Line 120)	1		ABC Management Fee	92,923
	Clinic Security Deposits	309,670	FY08 Valuation Allowance on Investments	(347,516)
	Utility Security Deposits	104,107	Intercompany Magellan Health Services	10,739,046
	Non-Current Deferred Tax Asset	2,382,344		
	Non-Current Valuation Allowance	(290,215)	Total Other Current Liabilities	16,661,728
Total Other Noncurrent Assets		\$2.505.000		
Total Other Noncurrent Assets		\$2,505,906		
			Loss Contingencies (Detail of Line 213)	
PERFORMANCE BOND:			Identify Loss Contingencies	-
Type of Security & Amount -				
Safeco Insurance Company of America	Bond	36,000,000	Total Loss Contingencies	\$0
Deutsche Bank	LOC	4,259,363		
			Other Noncurrent Liabilities (Detail of Line 214)	
Adjustments:				
Disclose and describe any adjustments made to	•		Maricopa Comcare Trust	1,046,196
financial statements, including those that affect	the current period financial statements.			
			Total Other Noncurrent Liabilities	\$1,046,196
Payables to ADHS - Other* Category				
Disclose items recorded as "Other" in the categ	ory for Payable to ADHS Section		Restricted Net Assets (Detail of Line 217)	
			Identify Restricted Net Assets	-
Explain ≥10% fluctuation in account from pr	rior period			
Describe fluctuation in each account greater that	an 10%		Total Restricted Net Assets	\$0
Cash	Increase in cash receipts from DBHS. Avg \$60	DM per month in !3 vs Avg \$49.2M in Q	1.	

Accounts Receivable NT Funding received in excess of accrued for SMI Services/Tobacco Tax (\$8.7M), primarily due to receipt of Maricopa IGA funds; Children (\$340K); Mental Health (

Prevention (\$185K); T19 SMI for DES/DD rate decrease (\$630)K. Funding accrued in excess of received for Substance Abuse (\$1.4M); Prevention (\$500K). Prior yea

Telephone Expenses

66.133

benefit decreased \$6.0M. Provider receivable increased \$900K for reduction in Tobacco Tax funding. Interest Receivable on investments increased \$400K

Prepaid Expenses Renewal of Risk Insurance Policy less 3 months expensed

Other Current Assets Current deferred tax assets (\$5.1M), less valuation allowance (\$595K)

Leasehold Improvements Reduction due to disposal of fixed assets related to clinics that have been transitioned. Furniture and Equipment Reduction due to disposal of fixed assets related to clinics that have been transitioned.

Other Noncurrent Assets Non-current deferred tax asset (\$2.4M), less valuation allowance (\$290K).

Incurred But Not Reported Claims Decrease in claims incurred but not reported - based on an actuarial estimate of the claims incurred.

Payable to ADHS Increase in excess profit accrual (\$6.0M); increase in encounter withhold accrual (\$2.6M); reduction in performance sanction accrual (\$165K).

Retro Block Funding accrued for providers still paid at FY08 rates due to contracts not yet being finalized (\$4.8M); increase in Sep-Dec Rx capitation rates (\$900K). Other Amounts Payable to Providers

Trade Accounts Payable Reduction of vendor invoices entered but not yet paid.

Long-term Debt (current portion) Adjustment to ST/LT Leases

Decrease in intercompany payable (\$2.8M); increase in Arnold v Sarn funds related to purchase of properties. Other Current Liabilities

Long-term debt (net of current portion) Write off copier leases for clinic that have transitioned to PNO.

Other Noncurrent Liabilities Housing payments paid from Comcare Trust.

Unrestricted Net Assets Change in equity due to prior year audit adjustments (\$6.3M); Capital contribution from parent corp (\$6M)

MAGELLAN

STATEMENT OF CHANGES IN NET ASSETS / EQUITY

AS OF: December 31, 2008

			Initial Capital	Additional Capital
Beginning Balance:	July 1, 2008		-	56,000,100
* Net Surplus / Net Earning for	r the period ended:	December 31, 2008	-	6,000,000
Other Comprehensive Incom	ne:			
Unrealized Gains (Losses)	on Securities			
Dividends Declared				-
** Prior Period Adjustments			-	-
Ending Balance:	December 31, 2008			
-			\$ -	\$ 62,000,100

Net Assets /

Retained

Earnings

(4,817,459)

961,427

(3,856,032) \$

\$ 62,000,100 \$

Unrealized Gains

(Losses) on

Securities

208,459

208,459

Total 51,182,641

\$ 58,352,527

6,961,427

208,459

^{*} Net of dividends declared

^{**} Disclosure of Prior Period Adjustments

*DISCLOSE ON SCHEDULE A

	TXIX CHILD	TXIX CMDP	TXIX DD CHILD N	NTXIX/XXI CHILD	TXXI CHILD	HB2003 CHILD	TXIX SMI	TXIX DD ADULT	NTXIX/XXI SMI	HIFA II SMI	TXXI ADULT	SSDI - TMC	TXIX GMHSA	HIFA II GMH	MENTAL HEALTH	SUBSTANCE ABUSE	PREVENTION INTERVENTION	PASRR	ADHS DOC	OTHER	SUB TOTAL	PROGRAM ADMIN & MGMT/GEN	TOTAL
ENUES																				·			
Revenue Under ADHS Contract																							
ADHS Revenue - Qualifying Incentive Payments	48,979,312	25,442,376	3,780,795	3,817,476	4,028,910	-	130,876,397	2,417,002	39,792,346	331,161	184,137	-	47,209,334	358,522	1,158,027	11,036,246	2,798,142	19,800	831,930		323,061,912	-	323,061,912
Specialty & Other Grants*			-														-				-		
							-			-	-		-		-				-			-	
Medicare	-						-	-	-	-	-		-	-	-				-	-	-	-	-
Other Insurance Interest Income			:					:		-	-			-	-		:		:			1,203,799	1,203,799
Other Funding Sources - Non ADHS*			:		:					:	:				:								:
TOTAL REVENUE	48,979,312	25,442,376	3,780,795	3,817,476	4,028,910		130,876,397	2,417,002	39,792,346	331,161	184,137		47,209,334	358,522	1,158,027	11,036,246	2,798,142	19,800	831,930		323,061,912	1,203,799	324,265,711
NSES																							
Expenses: Treatment Services																							
Counseling	4 400 000	000 405	00.040	404.045	470.00		0.040.705	75.040	4 050 050	2.042	40.074		4 047 550	47.055	40.004	240 772					0.000.050		0.000.050
2 Counseling, Family	2,469,844	719,352	210,755	121,845			64,778	6,987	68,050	1,484	5,008		78,081	1,317	49,294 2,441	15,822					4,135,858	-	8,330,358 4,135,858
3 Counseling, Group Consultation Assessment & Specialized Testing	377,634	105,681	10,108	27,760			740,125 831 845	5,917 63.703	375,141 548 512	- 3 273	19,278		3,126,384	5,336 24 193	208,153	1,348,437	:				6,403,459 8 708 217		6,403,459 8,708,217
Other Professional	24,154	358		1,000	-		29,453		22,781				25,853		4,366	28,300	-		-		136,265	-	136,265
	6,504,156	2,321,514	498,588	550,778	765,132	2 -	3,684,926	151,847	2,365,435	8,670	71,215		7,784,963	47,902	398,045	2,560,985	-		-		27,714,157	-	27,714,157
Living Skills Training	5,531,295	1,358,191	462,501	400,164	622,413	-	5,651,806	6,625	1,490,585	2,546	6,077		272,585	161	8,226	53,320					15,866,493		15,866,493
Cognitive Rehabilitation Health Promotion	90.025	17.552	3,679	4.216	4,490	-	439,657	302	125.896	- 247	:		59,536		- 448	2,901	:	:	:	:	748,949		748,949
Supported Employment Services	11,413	972	1,738	826	2,375	5 -	2,943,305	113	1,257,929	1,352	208		325,383		4,308	27,926					4,577,847		4,577,847
	5,632,732	1,3/6,/15	467,918	405,206	629,278	-	9,034,769	7,039	2,874,410	4,144	6,285		657,504	161	12,981	84,148	•		-		21,193,289	-	21,193,289
Medication Services							239,629		27,835	11,564			1,635,867	3,463	50,611	328,074			-	-	2,297,044	-	2,297,044
Medical Management Laboratory, Radiology & Medical Imagin	1,226,678 50,764	187,136 10,491	191,669 9,703	63,348 11,030			3,118,467 409,418	107,645 28,493	1,646,069 444,984	24,454 1,087	19,505 177		1,444,167 180,457	19,493 888	37,082 1,010	239,964 3,983	:				8,464,583 1,152,194	-	8,464,583 1,152,194
Electro-Convulsive Therapy	1 277 442	107 628	201 272	74 279	139 61		95,410	126 129	55,596	37 105	10.682		15,898	22 842	(43)	(414) 571 607	-		-		166,447	-	166,447 12,080,268
	1,277,442	137,020	201,372	14,510	130,01	,	3,002,923	130,130	2,174,403	37,103	19,002		3,270,303	25,045	00,000	37 1,007					12,000,200		12,000,200
Case Management	8,782,517	3,360,888	772,805	610,313			20,609,778	119,217	9,536,874	143,435	56,586		3,560,664	14,267	124,619	790,909			-		49,337,074	-	49,337,074
								- 151		-				129				:					15,593,815 4,392,531
Peer Support	44,052	24,117	1,415	5,164	1,105	5 -	1,692,009	629	602,451	2,099	440		370,349	210	29,524	191,380	-		-		2,964,945	-	2,964,945 5,304,347
Respite Care	741,502	91,678	21,594	34,338			431	- :	116,004		- :		21		- :						928,258	- :	928,258
Housing Support Interpreter Services	- 681 685	26.486	- 57 897	64.251	131.875		- 911.997	1.839	2,774,798 244,639	-	-		- 160.847	3.317	10.146	65.770	:		-		2,774,798 2,360,750	-	2,774,798 2,360,750
Flex Fund Services	319				-		-	-	196,461	-						-	-		-	-	196,780	-	196,780
Transportation Block Purchase NTXIX Consumer Drop In Cente	700,748	212,741	35,158	40,179	55,323	-	6,116,413	23,988	3,987,172	787	10,020		1,367,629	905	73,677	464,702			- :		13,089,441		13,089,441
Total Support Services	15,053,093	7,534,853	1,350,119	1,287,259	1,267,84	-	41,905,404	145,823	20,460,526	146,320	67,046		5,901,083	18,829	245,157	1,559,381	-		-		96,942,739	-	96,942,739
Crisis Intervention Services Crisis Intervention - Mobile	396,034	445,554	69,376	110,781	69,339		7,282,725	651,227	3,879,483	25,059	542		1,026,497	59,358	(14,534)	(11,203)					13,990,239		13,990,239
Crisis Intervention - Stabilization	225,838	49,384	15,678	3,592			6,466,476	49,889	2,550,929	4,946	9,989		2,284,685	49,808	16,967	473,037			-		12,236,494	-	12,236,494 2,780,670
Total Crisis Intervention Services	837,646	670,230	115,341	173,414			14,867,710	758,557	6,783,626	36,360	12,647	· ·	3,704,754	153,761	30,924	733,356		-			29,007,403	- :	29,007,403
Inpatient Services																							
1 Psychiatric (Provider Types 02 & 71	1,088,538	609,564	94,760	56,145	(3,165	5) -	10,928,977	44,916	5,064,750	8,980	1,442		5,292,620	19,156	276,568	1,773,174			-		25,256,425	-	25,256,425
Detoxification (Provider Types 02 & 71 Sub-acute Facility	3,904	3,763	-				94,674	-	20,136	-	-		85,278	-	(153)	(1,460)	-		-		206,143	-	206,143
1 Psychiatric (Provider Types B5 & B6							1,577,775	1,407	841,683	-			484,400		6,481	42,012			-		2,953,758		2,953,758
	-					•	55,084	-	8,539	-	-		655,618	2,567	89,002	576,936			-		1,387,746		1,387,746
Psychiatric - Secure & Non-Secure Provider Types	2 200 014	2 900 267	04.292	01.002	(4.75)	2)							267 442								6 650 240		6,650,240
Detoxification - Secure & Non-Secure (Provider Type:			94,283	91,093	(1,75	-		•		-	-			-	-		•		•				
	356 28.561	2,581 16,359	3,449	2.315	267	, -	- 246.181	2.167	83.613	1.081	- 194		806 186.025	-	4.389	27.566			-		3,743 602.168	-	3,743 602,168
Total Inpatient Services	3,421,273	4,531,533	192,492	149,553	(4,657	7) -	12,902,691	48,490	6,018,722	10,061	1,636		6,972,190	21,723	376,287	2,418,228	-		-		37,060,223	-	37,060,223
Residential Services	943.047	1 573 620		67.002	(22	2) -	11 100 006		3 676 660				3 263 288		103 990	670 910					21 308 208		21,308,208
Level III Behavioral Health Residential Facilitie	75,359	223,386		16,002			1,302,084		239,448				55,638								1,911,917		1,911,917
Room and Board Total Residential Services	141,131	1,900,271	9,536 9,536	11,878 94,882			1,316,093	-	471,816 4,387,932	-	- :	-	522,012 3,840,938		23,153 127,142	149,686 820,496	-			-	2,748,540 25,968,665		2,748,540 25,968,665
Behavioral Health Day Program																							
Supervised Day Program	371	- 00 E44	9.744	12.052	25.00-		898,630	- 200	275,726	-	-		55,004	2 161	416	2,694			-		1,232,840	-	1,232,840
Medical Day Program					-		10														10		3,420,488 10
	338,268	88,541	8,744	13,852	35,09		2,257,782	388	979,071	-	-		765,999	2,161	21,949	141,492			-		4,653,338	-	4,653,338
								-					-	-			2.211.765		-		2.211.765		2,211,765
HIV						-			-							474,018					474,018		474,018
			-			-					•		•			4/4,018	∠,211,765		•		2,685,783		2,685,783
Medication Expense	5,959,088	1,820,748	512,032	510,870	569,038	3 -	9,873,213	54,746	8,205,108	37,213	31,196		8,650,175	118,629	110,373	1,051,875					37,504,306		37,504,306
Less Pharmacy Rebate Received Pharmacy Rebate Related Expense			-								:				:		-			:	-		:
Total Medication Services	5,959,088	1,820,748	512,032	510,870	569,038	-	9,873,213	54,746	8,205,108	37,213	31,196		8,650,175	118,629	110,373	1,051,875	-				37,504,306		37,504,306
Other ADHS Service Expenses Not Rpt'd Above* ADHS/DOC COOL	-		-		:	:	:				:		:	:	:	:	-	19,800	687,251	:	19,800 687,251	:	19,800 687,251
Subtotal ADHS Service Expenses	40,083,236	20,442,033	3,356,142	3,260,192	3,529,17	7 -	112,117,593	1,303,028	54,249,313	279,873	209,707	-	41,553,995	387,009	1,411,518	10,415,586	2,211,765	19,800	687,251		295,517,222		295,517,222
Service Expenses from Non ADHS Sources*	40.083.336	3U 443 U33 -	3 356 142	3 260 102	2 520 47	7 -	112 117 502	1 303 039	5 <u>4</u> 240 242	270 972	200 707	-	41 552 005	297 000	1 //11 510	10 415 500	2 211 76F	10 900	ER7 2F4		205 517 222		295,517,222
Total Gol Fice Expense	40,000,230	20,442,033	3,330,142	3,200,192	3,328,171		112,117,393	1,000,020	34,240,313	210,013	200,101		41,000,000	301,100	1,411,310	10,415,500	2,211,765	10,000	007,231	-	200,011,222		200,011,222
	Revenue Under ADHS Contract ADHS Revenue - Qualifying Incentive Payments Specially & Other Grants' Client Fees (Co-pays) Third Party Recoveries Medicare Other Insurance Other Insurance Other Funding Sources - Non ADHS' Unrelated Business Activities' TOTAL REVENUE NSES SES SEX SEY SEX SEY SEX SEY Treatment Services Counseling 1 Counseling, Individual 2 Counseling, Individual 2 Counseling, Individual 2 Counseling, Group Consultation, Assessment & Specialized Testing Other Professional Total Treatment Services Rehabilitation Services Living Skills Training Cognitive Rehabilitation Health Promotion Supported Employment Services Medical Management Laboratory, Radiology & Medical Imagin Electro-Convulsive Therapy Total Medical Services Medical Services Medical Services Medical Services Assessment Support Services Case Management Laboratory, Radiology & Medical Imagin Electro-Convulsive Therapy Total Medical Services Support Services Case Management Personal Assitance Family Support Home Care Training to Home Care Client Respite Care Housing Support Home Care Training to Home Care Client Respite Care Housing Support Home Care Training to Home Care Client Respite Care Housing Support Home Care Training to Home Care Client Respite Care Housing Support Home Care Training to Home Care Client Respite Care Housing Support Home Care Training to Home Care Client Respite Care Housing Support Home Care Training to Home Care Client Respite Care Housing Support Home Care Training to Home Care Client Respite Care Respite Care Housing Support Home Care Training to Home Care Client Respite Care Re	NUES	NUES	NUES Revenue Under ADHS Contract ADHS Revenue - Qualifying Incentive Payments Specially A DHS Revenue - Qualifying Incentive Payments Chern Fees (Co-pisys) Chern	NUES Revenue Under ADHS Centract AB-SPR AB-SPR	NUES Revenue Under ADHS Contract 48,979.312 25,442.776 3,780.785 3,817.476 4,028.911 40,028.9	NUES	NUMBER	NUCLEAR MACRO Contract ACM ACM C	NEWS 1.00 1.	No. Comment Notes Commen	No. 1988	March Marc	Mary Mary	Mary Mary	Conting	Column	Part	Part	Column	March Marc	Part	Part

MAGELLAN STATEMENT OF ACTIVITIES YEAR TO DATE AS OF:

December 31, 2008

*DISCLOSE ON SCHEDULE A

*DISC	LOSE ON SCHEDULE A																						PROGRAM	
		TXIX CHILD	TXIX CMDP	TXIX DD CHILD N	TXIX/XXI CHILD	TXXI CHILD	HB2003 CHILD	TXIX SMI	TXIX DD ADULT	NTXIX/XXI SMI	HIFA II SMI	TXXI ADULT	SSDI - TMC	TXIX GMHSA	HIFA II GMH	MENTAL HEALTH	SUBSTANCE ABUSE	PREVENTION INTERVENTION	PASRR	ADHS DOC	OTHER	SUB TOTAL	ADMIN & MGMT/GEN	TOTAL
Admi	nistrative Expenses:																							
601	Salaries	1,145,942	584,419	95,949	93,206	100,896		3,205,338	37,252	1,550,937	8,001	5,995		1,187,990	11,064	40,354	297,772	63,232		19,648		8,447,997		8,447,997
602	Employee Benefits	361,593	184,409	30,276	29,410	31,837		1,011,420	11,755	489,387	2,525	1,892		374,861	3,491	12,733	93,960	19,952		6,200		2,665,701		2,665,701
603	Professional & Outside Services	58,316	29,741	4,883	4,743	5,135		163,117	1,896	78,926	407	305		60,456	563	2,054	15,153	3,218		1,000		429,912		429,912
604		19,065	9,723	1,596	1,551	1,679		53,327	620	25,803	133	100	-	19,765	184	671	4,954	1,052	-	327	-	140,550		140,550
605	Occupancy	96,695	49,314	8,096	7,865	8,514		270,468	3,143	130,869	675	506	-	100,243	934	3,405	25,126	5,336		1,658	-	712,846		712,846
606		87,787	44,771	7,350	7,140	7,729		245,551	2,854	118,813	613	459	-	91,008	848	3,091	22,811	4,844	-	1,505	-	647,176		647,176
607	All Other Operating*	1,205,754	615,832	100,969	97,258	113,097		3,520,472	41,916	1,632,283	9,438	6,419	-	1,250,671	11,897	42,109	310,719	65,982		20,502	-	9,045,319		9,045,319
608	Subtotal ADHS Administrative Expenses	2,975,153	1,518,207	249,120	241,174	268,886	-	8,469,693	99,436	4,027,018	21,793	15,676	-	3,084,994	28,980	104,417	770,496	163,616	-	50,840	-	22,089,501		22,089,501
650	Encounter Withhold Expenses*	952,578	502,215	69,945		74,535		2,453,229	60,227		6,126	3,407	-	873,373	6,633							5,002,266		5,002,266
651	Non ADHS and/or Unrelated Admin. Expense*									-		-	-				-							
652	Subtotal Administrative Expense	3,927,731	2,020,422	319,065	241,174	343,421		10,922,922	159,663	4,027,018	27,919	19,083	-	3,958,367	35,613	104,417	770,496	163,616	-	50,840		27,091,767		27,091,767
701	Unrelated Business Expenses*	-				-		-		-	-	-	-		-		-		-		-			-
790	Income Tax Provisions																							
a	ADHS Income Tax Provision	2,085,115	1,250,613	44,313	132,665	65,601		3,288,563	400,505	(7,757,359)	9,807	(18,740)		712,185	(26,901)	(150,207)	(62,883)	177,424		39,383		190,085		190,085
b	Non ADHS Income Tax Provision														-								505,210	505,210
799	Subtotal Income Tax Provision	2,085,115	1,250,613	44,313	132,665	65,601		3,288,563	400,505	(7,757,359)	9,807	(18,740)		712,185	(26,901)	(150,207)	(62,883)	177,424		39,383		190,085	505,210	695,295
800	TOTAL EXPENSES	46,096,082	23,713,068	3,719,520	3,634,031	3,938,199		126,329,078	1,863,196	50,518,972	317,599	210,050		46,224,547	395,721	1,365,728	11,123,199	2,552,805	19,800	777,474		322,799,074	505,210	323,304,284
.										// 0 200 000	10 500	(0= 010)			(0.2.100)	(000 001)	(00.000)							201 100
801	INC/(DEC) IN NET ASSETS/EQUITY	2,883,230	1,729,308	61,275	183,445	90,711	-	4,547,319	553,806	(10,726,626)	13,562	(25,913)	-	984,787	(37,199)	(207,701)	(86,953)	245,337		54,456		262,838	698,589	961,427

December 31, 2008

	TXIX CHILD	TXIX CMDP T	VIV DD CIIII D	NTXIX/XXI CHILD	TXXI CHILD HI	Danca Cilli D	TVIV CINI TV	V DD 4DIII T 40	TVIVAVVI CINI		VVI 40111 T	CDI THE T	VIV OMILOA	WEA II OMII	MENTAL S	SUBSTANCE ABUSE	PREVENTION INTERVENTION	PASRR	ADHS DOC	OTHER	SUB TO	PROG ADMIN/ AL GE	MGMT/	
DISCLOSURE OF OTHER ADHS REVENUE	TXIX CHILD	TAIA CMIDP 1.	XIX DD CHILD	CHILD	TAXI CHILD H	BZ003 CHILD	TAIA SMI TA	IX DD ADOLT N	I XIX/XXI SWI	HIFA II SMI I.	AXIADULI 5	SDI-TMC I	XIX GMHSA I	HIFA II GMH	HEALIH	ABUSE	INTERVENTION	PASRR	ADHS DOC	OTHER	508 10	AL GE	EN I	TOTAL
																						0		0
Total Other - Other Column																					0	0		0
																					U	U		0
DISCLOSURE OF OTHER GRANTS REPORTED ON LINE 402 Itemization of Items Reported on Line 402																						0		0
Total Other Grants	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0		0	0	0	0	0
DISCLOSURE OF OTHER REVENUE REPORTED ON LINE 406 Itemization of Items Reported on Line 406																						0		0
Total Other Revenue	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0		0	0	0	0	0
UNRELATED BUSINESS ACTIVITIES REPORTED ON LINE 407 Itemization of Items Reported on Line 407																						0		0
Total Unrelated Business Activities	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0		0	0	0	0	0
DISCLOSURE OF ALL OTHER BEHAVIORAL HEALTH SERVICES ON LINE 511 LARK Expenses PASRR Expenses																		19,800			15	0		0 19,800
Total All Other Behavioral Health Services	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	19,800		0	0 19),800	0	19,800
DISCLOSURE OF SERVICES EXPENSES FROM NON ADHS SOURCES ON LINE 520 Itemization of Items Reported on Line 520																						0		0
Total Service Expenses Non-ADHS Sources	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0		0	0	0	0	0
DISCLOSURE OF ALL OTHER OPERATING ON LINE 607																			38					
Telephone Training Supplies	22,485 12,076 18,734	11,467 6,158 9,554	1,883 1,011 1,569	1,829 982 1,524	1,980 1,063 1,649		62,894 33,777 52,401	731 393 609	30,432 16,343 25,355	157 84 131	118 63 98	-	23,310 12,519 19,421	217 117 181	792 425 660	5,843 3,138 4,868	1,241 666 1,034		20 32	07	- 89	i,764 1,022 1,109	0	165,764 89,022 138,109
Repairs & Maint	11,579	5,905	969	942	1,019		32,387	376	15,671	81 17	61 12	-	12,004	112	408	3,009	639		19	21 99 11	- 85	i,109 i,360 '.607	0	85,360
Postage Office Moving Expense	2,388 507	1,218 259	200 42	194 41	210 45		6,680 1,419	78 16	3,232 687	4	3		2,476 526	23 5	84 18	621 132	132 28			9	- 3	,741	0	17,607 3,741
Promotional Licenses & Reg Fees	24,271 2,102	12,378 1,072	2,032 176	1,974 171	2,137 185	- :	67,890 5,880	789 68	32,849 2,845	169 15	127 11		25,162 2,179	234 20	855 74	6,307 546	1,339 116		41	36	- 15	i,931 i,497	0	178,931 15,497
Ins & Bank Charges Interest Exp LOC Fees - Deutsche	36,625 3,646	18,678 1,859	3,067 305	2,979 297	3,225 321	:	102,443 10,199	1,191 119	49,568 4,935	256 25	192 19	:	37,968 3,780	354 35	1,290 128	9,517 947	2,021 201		62),000 5,879	0	270,000 26,879
Premium/Discount Amort/Accretion Perf Sanction - Imposed	27,121 9,985	13,832 6,003	2,271 849	2,206	2,388 7,814		75,862 108,015	882 3,044	36,707 13,910	189 1,089	142 163		28,117 11,027	262 351	955	7,047	1,497		46	35		1,942 1,250	0	199,942 162,250
Perf Sanction - Accrual Other Exp (sum)	14,500	7,395	1,214	- 1,179	1,277		67,750 40,557	471	19,624	101	76	-	15,032	140	- 511	- 3,768	- 800		- 24	10	- 67	7,750 6,893	0	67,750 106,893
SBU Allocation Corp Alloc (sum)	68,317 951,417	34,841 485,213	5,720 79,661	5,557 77,384	6,015 83,769		191,090 2,661,226	2,221 30,929	92,461 1,287,663	477 6,643	357 4,978	:	70,824 986,327	660 9,186	2,406 33,504	17,752 247,225	3,770 52,498		1,17 16,31	71	- 503 - 7,013	,638	0	503,638 7,013,934
Total All Other Operating	1,205,754	615,832	100,969	97,258	113,097	0	3,520,472	41,916	1,632,283	9,438	6,419	0	1,250,671	11,897	42,109	310,719	65,982	0	20,50		0 9,045			9,045,319
DISCLOSURE OF ENCOUNTER WITHHOLD EXPENSES ON LINE 650																								
Itemization of Items Reported on Line 650 Encounter Withhold Accrual - Medical Encounter Withhold Accrual - Admin	881,135 71,443	464,549 37,666	64,699 5,246	0	68,945 5,590	0	2,269,236 183,992	55,710 4,517	0	5,667 459	3,151 255	0	807,870 65,503	6,135 497	0	0	0	0		0	0 4,627 0 375	7,096 5,170	0	4,627,096 375,170
Total Encounter Withhold Expenses	952,578	502,215	69,945	0	74,535	0	2,453,229	60,227	0	6,126	3,407	0	873,373	6,633	0	0	0	0		0	0 5,002	0		5,002,266
DISCLOSURE OF NON ADHS AND/OR UNRELATED ADMINISTRATIVE EXPENSES ON LINE 651 Itemization of Items Reported on Line 651																								
Total Non ADHS and/or Unrelated Adm Expenses	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0		0	0	0	0	0 0
DISCLOSURE OF UNRELATED BUSINESS EXPENSES LINE 701																								
Itemization of Items Reported on Line 701																						0		0
Total Unrelated Business Expenses	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0		0	0	0	0	0

PROGRAM

MAGELLAN STATEMENT OF ACTIVITIES YEAR TO DATE AS OF: Schedule A Disclosure

December 31, 2008

PROGRAM
NTXIXXXXI
MENTAL SUBSTANCE PREVENTION
TXIX CHILD TXIX CMDP TXIX DD CHILD TXIX CHILD HB2003 CHILD TXIX SMI TXIX DD ADULT NTXIXXXXI SMI HIFA II SMI TXXI ADULT SSDI - TMC TXIX GMHSA HIFA II GMH HEALTH ABUSE INTERVENTION PASRR ADHS DOC OTHER SUB TOTAL

ADJUSTMENTS

(Disclose and describe any adjustments to previously submitted financial statements including those that affect the current financial statements)

Analysis:

MAGELLAN STATEMENT OF CASH FLOWS YEAR TO DATE FOR PERIOD ENDED:

December 31, 2008

CASH FLOWS FROM OPERATING ACTIVITIES:	
Changes in Net Assets	961,427
Adjustments to Reconcile Excess of Revenue Over/(Under) Expenses to	
Net Cash Provided (Used) by Operating Activities:	
Depreciation and Amortization	1,359,693
Changes in Operating Assets and Liabilities	
(Increases)/Decreases in Assets:	
Receivables	(3,298,304)
Interest Receivable	(676,524)
Tax Benefit Receivable	(1,880,707)
Inventory & Prepaid Expenses	(1,341,764)
Deposits	12,468
Other Assets	448,922
Increases/(Decreases) in Liabilities:	
IBNR	1,888,381
RBUC	(3,091,025)
Accounts Payable to ADHS	14,566,762
Accounts Payable to Providers	5,732,050
Interest Payable	-
Trade Accounts Payable	(758,902)
Accrued Salaries & Benefits	-
Other Liabilities	(1,191,852)
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	12,730,626
CASH FLOWS FROM INVESTING ACTIVITIES	
Proceeds from Sale of Property & Equipment	-
Purchases of Property & Equipment	2,474,570
Proceeds from Sales of Investments	-
Purchase of Investments	(34,435,813)
NET CASH PROVIDED (USED) BY INVESTING ACTIVITIES	(31,961,243)
CASH FLOWS FROM FINANCING ACTIVITIES:	
Acquisition of Debt (Describe on Schedule A)	-
Payment of Lease Obligations	-
Payment of Other Debts (Describe on Schedule A)	-
Additional Paid-In Capital from Parent Company	-
Common Stock	-
NET CASH PROVIDED (USED) BY FINANCING ACTIVITIES	-
NET INCREASE/(DECREASE) IN CASH	(19,230,617)
BEGINNING CASH	63,158,629
ENDING CASH BALANCE *	43,928,012
LIDING CACIT BALANCE	43,920,012

*NOTE: ENDING CASH BALANCE MUST AGREE WITH TOTAL CASH BALANCE ON BALANCE SHEET

MAGELLAN STATEMENT OF CASH FLOWS YEAR TO DATE FOR PERIOD ENDED: December 31, 2008 Schedule A Disclosure

Describe:
Sources and amounts of cash received for other grants.
 Underlying transactions for acquisition of debt. (Debtor, amount, purpose of loan, term, interest rate of debt acquired during the quarter.)
3. Underlying transactions for retirement of debt. (Debtor, amount paid off.)
Cash Flows From Financing Activities - Payment of Other Debt -
5. Supplemental data or non-cash investing and financing activities, gifts, etc.